

STATEMENT OF OPERATIONS
For the Fiscal Year Ended June 30, 2004
(with Comparative Totals for June 30, 2003)
(in Thousands)

	<u>FY 2004</u>	<u>FY 2003</u>
Investment & Certificates of Deposit Income		
Interest	\$ 54,685	\$ 74,046
Securities Lending	<u>2,971</u>	<u>4,065</u>
Total Investment & Certificates of Deposit Income	57,656	78,111
Miscellaneous Income		
Overdraft Penalties Assessed to Pool Participants	<u>2</u>	<u>3</u>
Total Income	57,658	78,114
Investment Expenses		
Administrative Expenses	550	558
Securities Lending	<u>2,736</u>	<u>3,824</u>
Total Expenses	<u>3,286</u>	<u>4,382</u>
Net Income	<u>\$ 54,372</u>	<u>\$ 73,732</u>

The accompanying notes are an integral part of these financial statements.